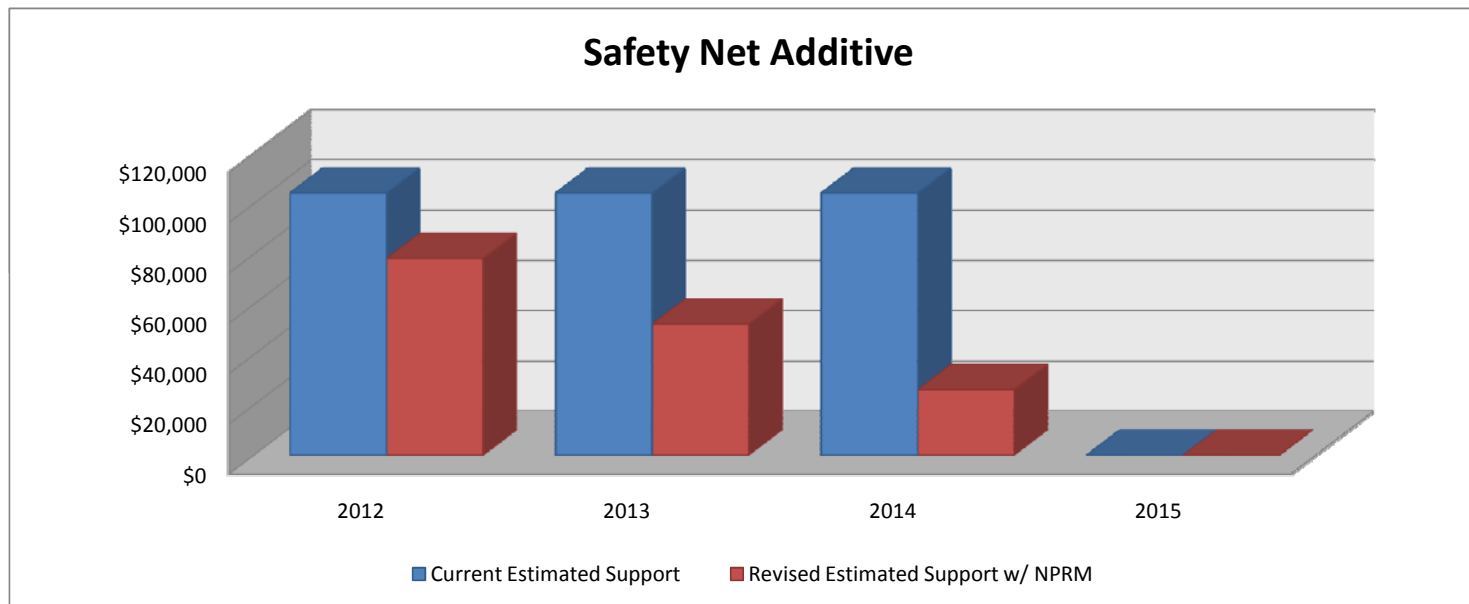


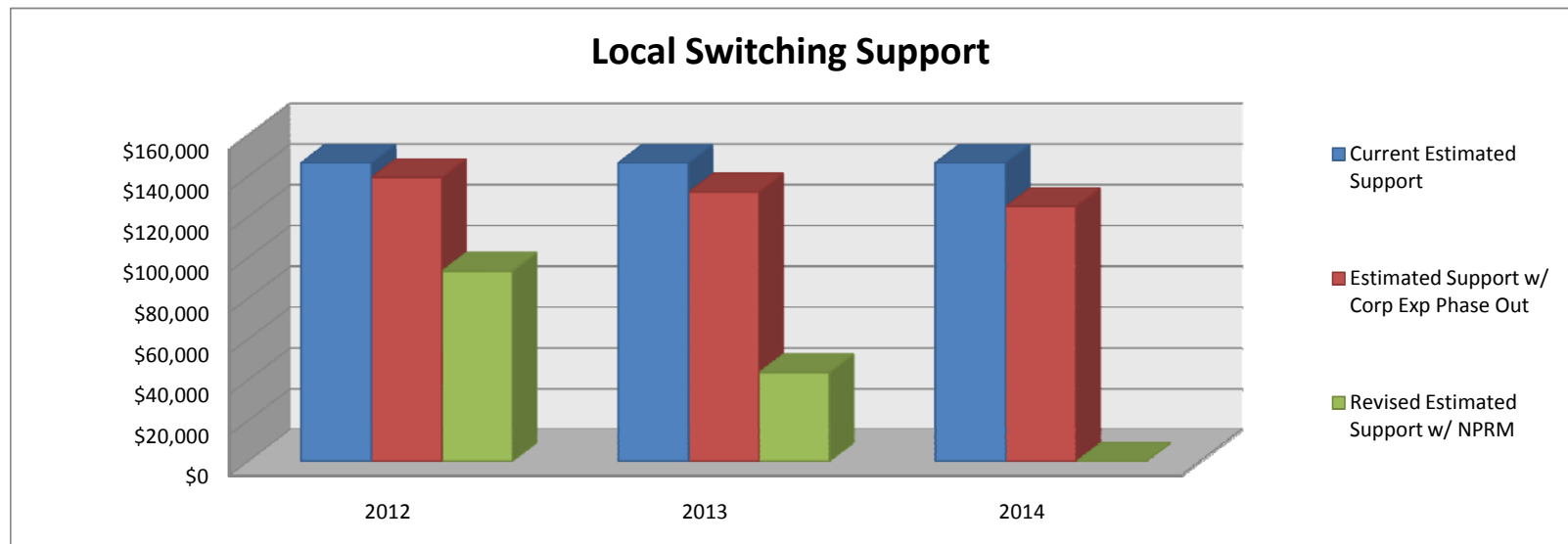
**Safety Net Additive**

Line		2010 Actual	2011 Payments	2012 Payments	2013 Payments	2014 Payments	2015 Payments	2016 Payments	Total
1	Current Estimated Support	104,256	104,256	104,256	104,256	104,256	-	-	
2	NPRM Phase Down			75%	50%	25%	0%	0%	
3	Revised Estimated Support w/ NPRM			78,192	52,128	26,064	-	-	
4									
5	Annual NPRM Impact			(26,064)	(52,128)	(78,192)	-	-	(156,384)
6									
7	% Reduction			-25%	-50%	-75%			



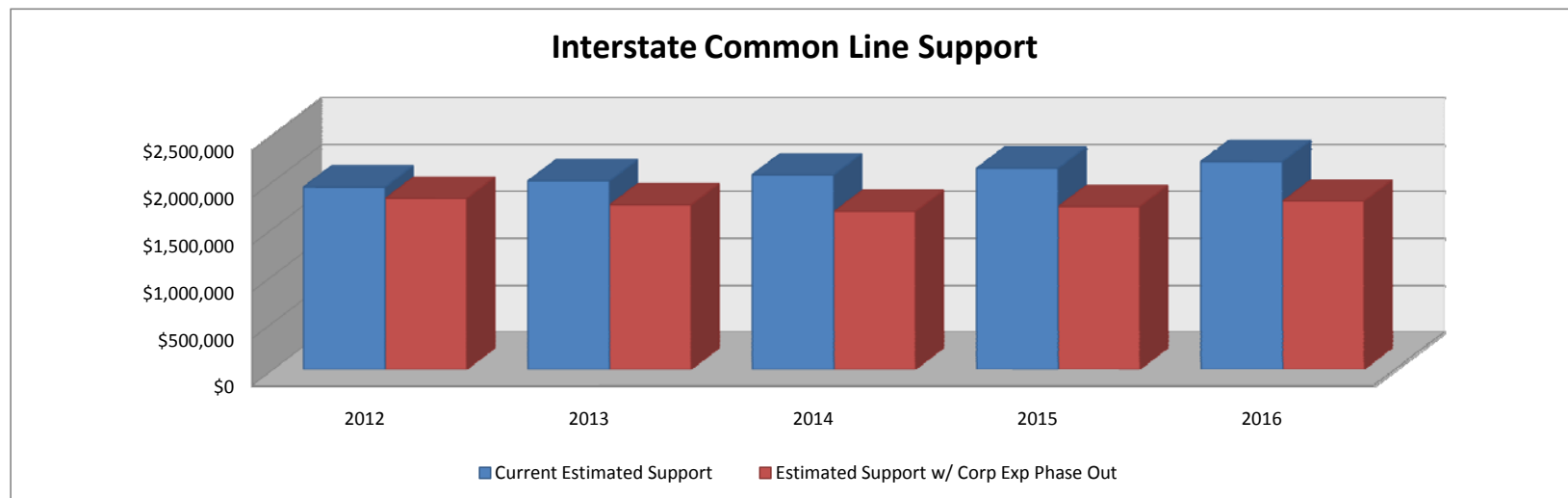
**Local Switching Support (LSS)**

Line		2011	2012	2013	2014	2015	2016	Total
1	Current Estimated Support	198,591	146,426	146,426	146,426	146,426	146,426	
2	Estimated Support w/ Corp Exp Phase Out		139,390	132,139	125,102	125,102	125,102	
3	Revenue Lost Due to Corp Exp Phase Out		(7,036)	(14,287)	(21,324)	(21,324)	(21,324)	(85,295)
4								
5	Estimated Support w/ Corp Exp Phase Out		139,390	132,139	125,102	125,102	125,102	
6	NPRM Phase Down		67%	33%	0%	0%	0%	
7	Revised Estimated Support w/ NPRM		93,391	43,606	-	-	-	
8	Revenue Lost Due to LSS Phase Out		(45,999)	(88,533)	(125,102)	(125,102)	(125,102)	
9								
10	Annual NPRM Impact		(53,035)	(102,820)	(146,426)	(146,426)	(146,426)	(595,133)
11								
12	% Reduction		-36%	-70%	-100%	-100%	-100%	



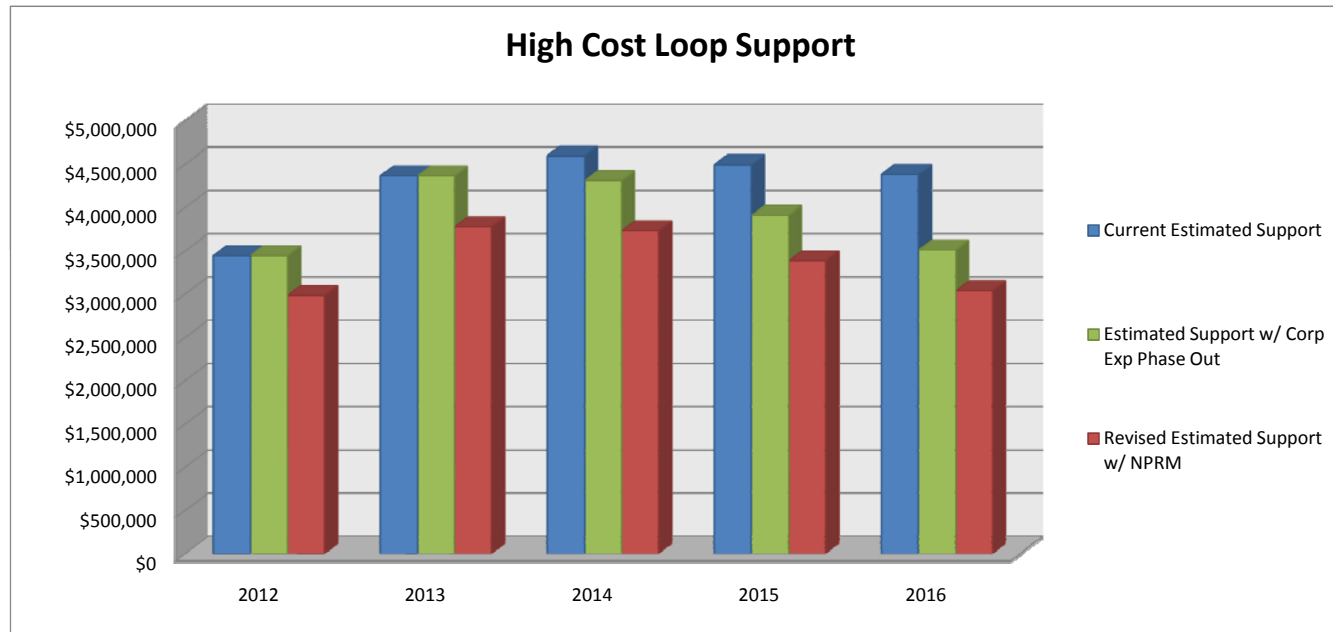
**Interstate Common Line Support (ICLS)**

Line	2010	2011	2012	2013	2014	2015	2016	Total
1 Current Estimated Support	1,638,382	1,877,863	1,940,899	2,004,839	2,071,018	2,139,532	2,210,482	
2 Estimated Support w/ Corp Exp Phase Out			1,819,579	1,750,292	1,677,853	1,732,095	1,787,676	
3 Revenue Lost Due to Corp Exp Phase Out			(121,320)	(254,547)	(393,165)	(407,436)	(422,806)	(1,599,274)
4								
5								
6 Estimated CCL Revenue Requirement	1,787,014	2,020,841	2,078,385	2,138,201	2,200,379	2,265,012	2,332,198	
7 Estimated Access Lines	1,774	1,707	1,641	1,592	1,544	1,498	1,453	
8 Average monthly SLC per Line	6.98	6.98	6.98	6.98	6.98	6.98	6.98	
9 Estimated ICLS	1,638,424	1,877,863	1,940,935	2,004,874	2,071,052	2,139,565	2,210,514	
10								
11 CCL Corporate Expense	348,724	356,249	367,636	379,921	393,165	407,436	422,806	
12 NPRM Phase Down of allowed Corp Exp			67%	33%	0%	0%	0%	
13 CCL Corporate Expense Allowed			246,316	125,374	-	-	-	
14 Reduction in CCL Corporate Expense			(121,320)	(254,547)	(393,165)	(407,436)	(422,806)	
15								
16 % Reduction			-6%	-13%	-19%	-19%	-19%	



**High Cost Loop Support (HCLS)**

Line		2012 Payments	2013 Payments	2014 Payments	2015 Payments	2016 Payments	Total
1	Current Estimated Support	3,441,769	4,360,671	4,594,058	4,491,364	4,377,978	
2	Revised Estimated Support w/ NPRM	2,978,512	3,774,549	3,727,481	3,381,496	3,033,732	
3	Impact of NPRM	(463,257)	(586,122)	(866,577)	(1,109,868)	(1,344,246)	(4,370,069)
4							
5							
6	Corp Exp Phase out only impact			(287,200)	(583,104)	(870,304)	
7							
8	Estimated Support w/ Corp Exp Phase Out	3,441,769	4,360,671	4,306,858	3,908,260	3,507,674	
9							
10	% Reduction	-13%	-13%	-19%	-25%	-31%	



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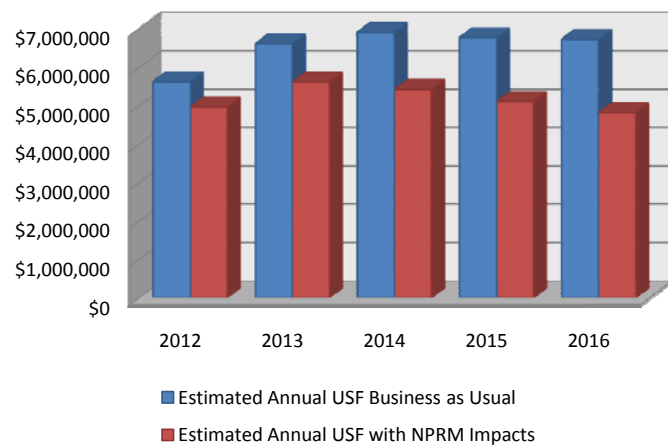
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**USF**

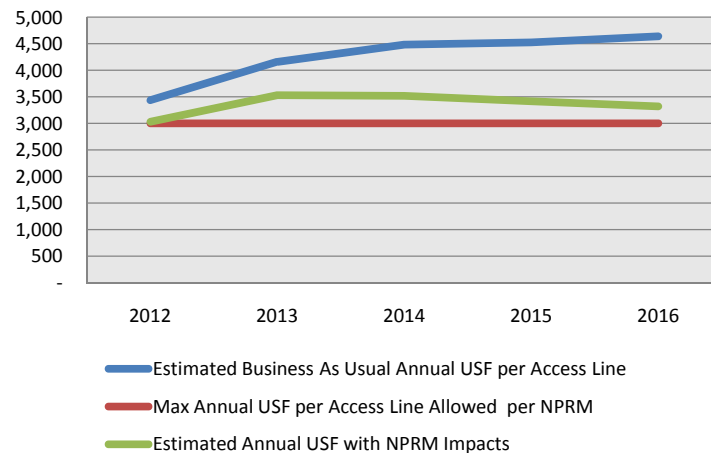
Line		2011	2012	2013	2014	2015	2016	Total
1	Estimated Annual USF Business as Usual	5,811,011	5,633,349	6,616,192	6,915,758	6,777,321	6,734,886	38,488,518
2	Estimated Access Lines	1,707	1,641	1,592	1,544	1,498	1,453	
3	Estimated Business As Usual Annual USF per Access Line	3,404	3,433	4,157	4,479	4,525	4,636	
4								
5	Estimated Annual USF with NPRM Impacts	5,811,011	4,969,674	5,620,576	5,431,398	5,113,591	4,821,408	
6	Estimated Access Lines	1,707	1,641	1,592	1,544	1,498	1,453	
7	Estimated Annual USF with NPRM Impacts	3,404	3,028	3,531	3,518	3,414	3,319	
8								
9	Annual NPRM Impact Before \$3,000 Limitation	-	(663,675)	(995,617)	(1,484,360)	(1,663,730)	(1,913,478)	
10								
11	Max Annual USF per Access Line Allowed per NPRM		3,000	3,000	3,000	3,000	3,000	
12	Max Annual USF per NPRM**		4,258,445	4,775,310	4,632,051	4,493,089	4,358,297	
	Annual NPRM Impact After \$3,000 Limitation		(1,374,905)	(1,840,882)	(2,283,707)	(2,284,232)	(2,376,590)	(10,160,316)
13								
14	% Reduction		-24%	-28%	-33%	-34%	-35%	-26%

**\*\*\$3,000 Threshold applied on an individual company basis**

**Total Universal Service Support**



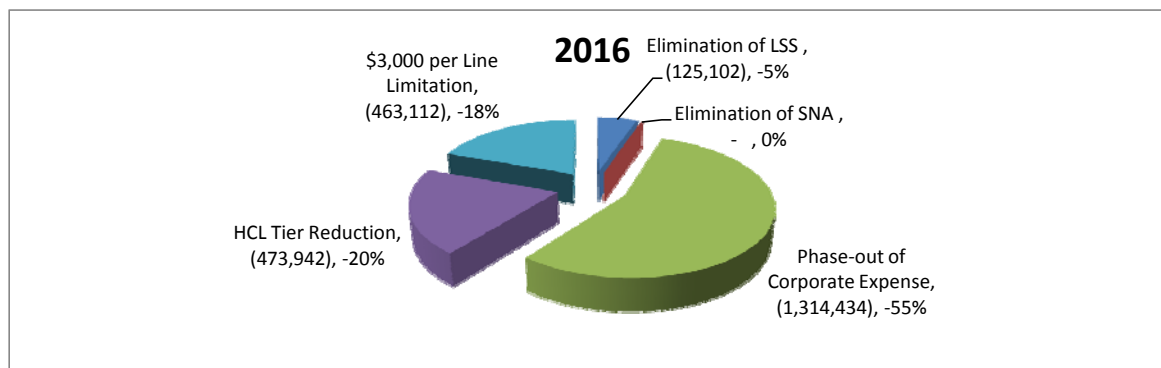
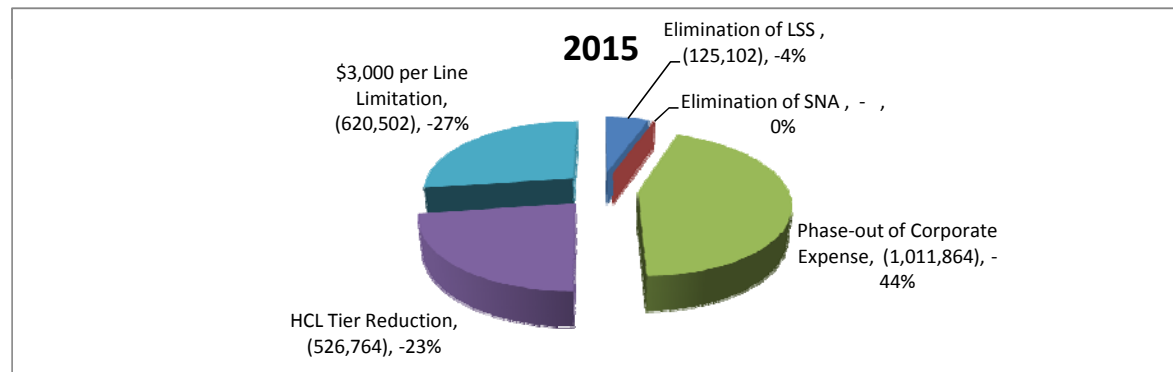
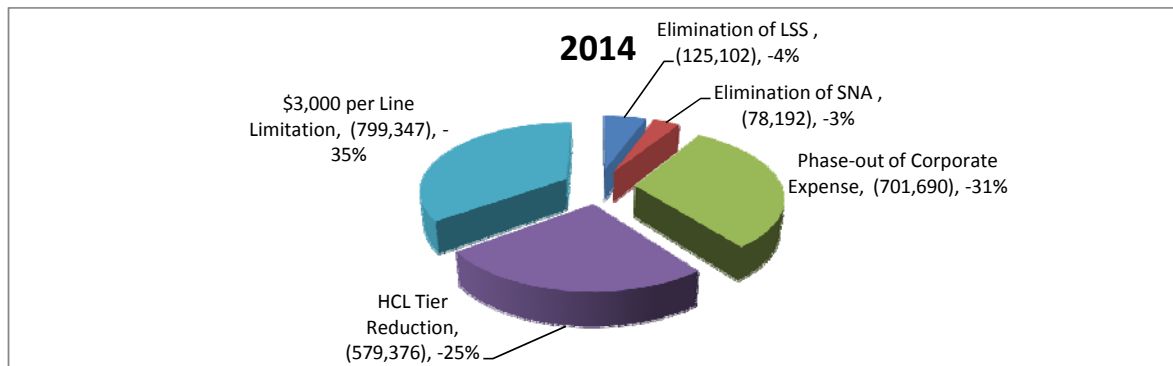
**Proposed Cap per Line Comparison**



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**Issues Analysis**

Line	Issue	2014	%	2015	%	2016	%
1	Elimination of LSS	(125,102)	5%	(125,102)	5%	(125,102)	5%
2	Elimination of SNA	(78,192)	3%	-	0%	-	0%
3	Phase-out of Corporate Expense	(701,690)	31%	(1,011,864)	44%	(1,314,434)	55%
4	HCL Tier Reduction	(579,376)	25%	(526,764)	23%	(473,942)	20%
5	\$3,000 per Line Limitation	(799,347)	35%	(620,502)	27%	(463,112)	19%
6							
7	Total	(2,283,707)	100%	(2,284,232)	100%	(2,376,590)	100%



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**Estimate Job Loss**

Line		2012	2013	2014	2015	2016
1	Estimated Annual USF Business as Usual	5,633,349	6,616,192	6,915,758	6,777,321	6,734,886
2	Estimate USF w/ NPRM Impacts	4,258,445	4,775,310	4,632,051	4,493,089	4,358,297
3	Net Reduction in USF Revenues	(1,374,905)	(1,840,882)	(2,283,707)	(2,284,232)	(2,376,590)
4						
5	Estimated Average Annual Loaded Labor Rate	80,000	80,000	80,000	80,000	80,000
6						
7	Estimated Job Loss	-17	-23	-29	-29	-30

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**Corporate Expense Recovery for 2012**

	Adjusted Corp. Expense	% Recovery			
		LSS	ICLS	HCL	Total
South Central - KS	844,735	1.67%	24.01%	59.56%	85.23%
South Central - OK	643,744	1.13%	27.45%	68.03%	96.61%
<b>Total</b>	1,488,479	1.43%	25.50%	63.22%	90.15%